

United States Department of Agriculture Forest Service Sawtooth National Forest Burley – Twin Falls Ranger District 3650 South Overland Ave. Burley, ID. 83318-3242 208-678-0430 Fax: 208-677-4878

File Code: 2810

Date: May 24, 2002

Mr. Jeff Sagers Terra Resources, LLC 2016 South Montana Avenue Provo, UT 84606

CERTIFIED MAIL/RETURN RECEIPT REQUESTED

Dear Mr. Sagers:

On January 25, 2002 a Notice of Noncompliance was issued to you for failing to complete reclamation of your mineral material permit at Clark's Basin in the Raft River Range. The Notice of Noncompliance gave you until May 31, 2002 to complete reclamation of the disturbance created by your operations. In a telephone conversation on February 22, 2002 you requested that we meet with you in early May in the field to go over what exactly needed to be done for reclamation. As of this date we have not heard from you regarding scheduling a meeting at the site.

A field compliance check was performed on this project on May 20, 2002.

The inspector found that reclamation of this project has not been completed. As discussed with you in the Notice of Noncompliance, if reclamation is not completed by May 31, 2002, the U.S. Forest Service will complete the reclamation and further legal action may be taken. Please be aware that if the Forest Service does the reclamation, you will be billed for the cost of reclamation, which would include all administrative costs incurred by the Forest Service.

On March 15, 2002 we sent you comments regarding your plan of operations that was submitted on March 1, 2002. As discussed with you in our comments, your plan of operations cannot be reviewed until our comments are addressed and we consider your plan of operations complete. As of this date we have not received a response to our comments.

If you have any questions or comments, please contact Steve Flock, Minerals Management Specialist, at the above address or telephone number.

Sincerely,

SCOTT C. NANNENGA

Burley/Twin Falls District Ranger

RECEIVED

MAY 3 0 2002

DIVISION OF OIL, GAS AND MINING

0003





cc. Jeff Gabardi Sawtooth N.F.

cc. Mr. Lynn Kunzler
State of Utah, Utah Division Oil, Gas and Mining
1594 West North Temple
Suite 1210
P.O. Box 145801
Salt Lake City, UT 84114-5801

RECEIVED

MAY 3 0 2002

DIVISION OF OIL, GAS AND MINING